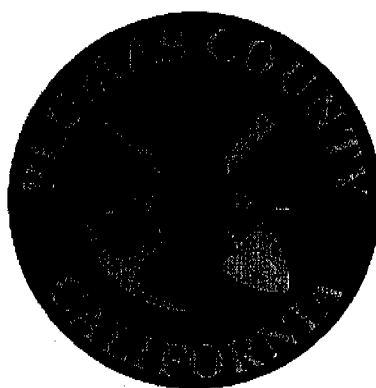


**COUNTY OF PLUMAS,  
CALIFORNIA**



**MANAGEMENT REPORT  
FOR THE YEAR ENDED  
JUNE 30, 2008**

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**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
FOR THE YEAR ENDED JUNE 30, 2008**

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The Board of Supervisors and  
the Grand Jury  
County of Plumas  
Quincy, California

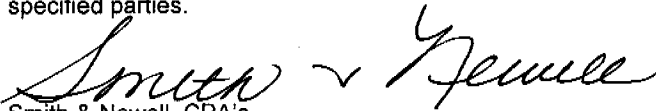
We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the County of Plumas, Quincy, California (County), as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements, and have issued our report thereon dated February 9, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Professional standards require that independent auditors communicate with the County about matters that are important to the County's oversight role. We previously reported on internal control and compliance in our Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards and in our Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133 dated February 9, 2009.

However, during our audit we became aware of certain other matters that are opportunities for strengthening internal controls and operating efficiency. The following report summarized all our comments and suggestions including immaterial noncompliance, control deficiencies that are not considered significant deficiencies or material weaknesses and other matters involving internal control.

We will review the status of these comments during our next audit engagement. We have already discussed these findings and recommendations with the County management, and we will be pleased to discuss them in further detail at your convenience.

This report is intended solely for the information and use of management, others within the organization, the Board of Supervisors and its regulatory agencies and is not intended to be and should not be used by anyone other than these specified parties.



Smith & Newell, CPA's  
Yuba City, California  
February 9, 2009

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
REQUIRED COMMUNICATION  
FOR THE YEAR ENDED JUNE 30, 2008**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Plumas, California, for the year ended June 30, 2008, and have issued our report thereon dated February 9, 2009. Professional standards require that we provide you with the following information related to our audit.

**1. Our Responsibilities Under U.S. Generally Accepted Auditing Standards and OMB Circular A-133**

As stated in our engagement letter, our responsibility as described by professional standards, is to express opinions about whether the financial statements prepared by management and Smith & Newell, CPAs with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

In planning and performing our audit, we considered County of Plumas' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

As part of obtaining reasonable assurance about whether County of Plumas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also in accordance with OMB Circular A-133, we examined, on a test basis, evidence about County of Plumas' compliance with the types of compliance requirements described in the "U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" applicable to each of its major federal programs for the purpose of expressing an opinion on County of Plumas' compliance with those requirements. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on County of Plumas' compliance with those requirements.

**2. Planned Scope and Timing of Audit**

We performed the audit according to the planned scope and timing previously communicated to you in our meeting about planning matters.

**3. Significant Audit Findings**

**Qualitative Aspects of Accounting Practices**

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2007-2008. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the financial statements are depreciation of capital assets, estimated cost of infrastructure assets and valuation of investments.

Management's estimate of depreciation is based on estimated or actual historical cost and the useful lives of such assets. We evaluated the key factors and assumptions used to develop depreciation estimates and determined that they are reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
REQUIRED COMMUNICATION  
FOR THE YEAR ENDED JUNE 30, 2008**

**4. Difficulties Encountered in Performing the Audit**

We encountered no significant difficulties in dealing with management in performing and completing our audit.

**5. Corrected and Uncorrected Misstatements**

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

**6. Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

**7. Management Representations**

We have requested certain representations from management that are included in the management representation letter.

**8. Management Consultations with Other Independent Auditors**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

**9. Other Audit Findings or Issues**

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the County and management of the County and is not intended to be and should not be used by anyone other than these specified parties.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

**08-FS-01     WIRE TRANSFERS**

**Condition**

At the time of our fieldwork we noted two instances where the Treasurer had made wire transfers of funds without the approval from the Auditor Controller.

**Cause**

There is not a clear understanding of what the required policy is regarding Auditor approval of wire transfers.

**Criteria**

The Auditor-Controller provides general accounting functions to all departments and agencies whose funds are maintained in the County Treasury. In accordance with California Government Code 27005, all non-investment wire transfers are to approved by the Auditor-Controller.

**Effect of Condition**

Errors can occur and not be detected in a timely manner and reconciliation of cash is difficult when wire transfers are not approved by the Auditor Controller.

**Recommendation**

We recommend that the County adopt a policy regarding wire transfers which is in accordance with California Government Code 27005.

**Corrective Action Plan**

The Treasurer/Tax Collector has adopted a policy that wire transfers will not be sent by their office without written approval from the Auditor/Controller's office.

**08-FS-02     PAYROLL WITHHOLDING**

**Condition**

At the time of our fieldwork we noted that the State Disability Insurance withholding calculation was not reduced by cafeteria plan withholdings for employees that participated in the County's Section 125 Cafeteria Plan.

**Cause**

The payroll program was not coded correctly to reduce contributions to an employee's cafeteria plan from gross wages.

**Criteria**

Payroll withholding for contributions to an employee's cafeteria plan should be deducted from gross wages to calculate State Disability Insurance withholding.

**Effect of Condition**

The State Disability withholding calculation for employees participating in the County's cafeteria plan was based on gross wages rather than wages net of the contribution.

**Recommendation**

We recommend that the calculation of State Disability Insurance withholding for employee's participating in the cafeteria plan be based on wages after the deduction for contributions to the cafeteria plan.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

**08-FS-02      PAYROLL WITHHOLDING (CONTINUED)**

**Corrective Action Plan**

This required a fix from the County's automated payroll system. It is anticipated that it will be implemented by January 1, 2009.

**08-FS-03      CASH DISBURSEMENT DOCUMENTATION**

**Condition**

During our testing of twenty-five cash disbursements we noted that three disbursements did not have supporting documentation available.

**Cause**

The County policy requiring support for all cash disbursements was *not properly followed*.

**Criteria**

Good internal control requires that all cash disbursements have adequate supporting documentation available.

**Effect of Condition**

The risk of irregularities occurring and not being detected in a timely manner is increased when cash disbursements do not have adequate supporting documentation.

**Recommendation**

We recommend that all cash disbursements have adequate supporting documentation available.

**Corrective Action Plan**

The three disbursements noted were payments made out of trust funds. The policy will be that all trust funds must have supporting documents before payment is made. The Auditor has worked directly with all departments with trust funds and supporting documents will be required on all claims for payment.

**08-FS-04      UNDER-FUNDING OF WORKERS COMPENSATION INTERNAL SERVICE FUND**

**Condition**

We noted that at June 30, 2008, the County Workers Compensation self insurance fund had a deficit fund balance of \$556,865. The prior year deficit had been \$761,750.

**Cause**

The Workers Compensation self insurance fund has not collected revenues adequate to fund the increased cost of self insurance.

**Criteria**

Adequate reserves are necessary to ensure that the County is able to meet its' self insurance obligations. In addition, correct allocation of cost is necessary and required.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

**08-FS-04      UNDER-FUNDING OF WORKERS COMPENSATION INTERNAL SERVICE FUND (CONTINUED)**

**Effect of Condition**

Although the County reduced the deficit fund balance in the self insurance fund, there is still an unfunded liability of \$556,865 at June 30, 2008.

**Recommendation**

We recommend the County take appropriate action to ensure adequate reserves.

**Corrective Action Plan**

The County has implemented a plan to slowly increase the reserve amount. Initially, it was planned to have this fully implemented in three years; however, with the increase in claims and liability the County has been unable to collect adequate reserves without a significant negative impact on departmental operations so additional time is needed to fully implement. Rates will continue to reflect enough to recover adequate reserves within the next few years.

**08-FS-05      FAIRGROUND - CAPITAL ASSET**

**Condition**

At the time of our fieldwork we noted that one truck was reported as disposed without getting prior approval from the County Administrative Office or providing documentation as to sale or other disposal. Subsequently it was reported that the truck had not been returned.

**Cause**

The Fair incorrectly handled and/or reported the disposal of a capital asset.

**Criteria**

County policy requires that disposals of capital assets be approved by the County Administrative Office.

**Effect of Condition**

County policy was not followed regarding the disposal of a truck.

**Recommendation**

We recommend that County policy be followed for the disposal of all capital assets.

**Corrective Action Plan**

The County has policies for capital assets, trust accounts and bank accounts. If departments are not following County policy; it is either because they choose to not follow policy or they do not request if there is a policy. The Auditor/Controller has held annual classes, for all departments, on the proper way that trust and bank accounts must be handled—what they can and can not be used for and how to properly balance them and class documentation is available. All departments with trusts or bank accounts are required to sign off, monthly, that they are balancing these accounts. Asset forms are available on the County's website and the Auditor/Controller requires that proper supporting documents are submitted prior to making changes in the automated system. The Board of Supervisor's have continually stressed, to departments, that all policy and procedures must be followed. This issue will be given to the Audit Committee to assist in implementing a corrective action plan.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

**08-FS-06     ALCOHOL AND DRUG - ACCOUNTS RECEIVABLE**

**Condition**

During our audit we noted that the department does not maintain a listing of outstanding DUI program client fees.

**Cause**

The department does not maintain an aged accounts receivable listing.

**Criteria**

Good internal control requires that all amounts owed to the department for DUI client fees be tracked.

**Effect of Condition**

By not maintaining an aged accounts receivable listing for DUI program client fees the department does not have a good accounting of amounts owed.

**Recommendation**

We recommend that the department develop and maintain an aged accounts receivable listing for all amounts owned to the department.

**Corrective Action Plan**

This department has closed.

**08-FS-07     ANIMAL CONTROL - DOG LICENSE RECEIPTS**

**Condition**

We noted that the Animal Control department does not use pre-numbered receipts for dog licenses fees.

**Cause**

The Animal Control department does not use pre-numbered receipts for monies collected for dog licenses.

**Criteria**

Good internal control requires that the receipts issued be pre-numbered and that all receipt numbers be accounted for properly.

**Effect of Condition**

The risk of monies collected for dog license fees being misappropriated is increased if the department does not issue pre-numbered receipts.

**Recommendation**

We recommend that the department issue pre-numbered receipts for all collection of monies for dog licenses.

**Corrective Action Plan**

Animal Control Services will either use computer generated receipts or receipts from a receipt book issued by the Auditor/Controller so all future receipts, for all types of collections, will be pre-numbered.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

**08-FS-08     ASSESSOR - BUSINESS PROPERTY**

**Condition**

During our audit we noted the policies and procedures for the business property division had not been updated since 1988.

**Cause**

The department has not updated the policies and procedures for the business property division in twenty years.

**Criteria**

Good internal control requires written policies and procedures be maintained.

**Effect of Condition**

By not having updated written policies and procedures in place, the possibility of errors or irregularities occurring and not being detected in a timely manner is increased.

**Recommendation**

We recommend that the department update the business property division policies and procedures.

**Corrective Action Plan**

The Assessor's office has a limited written Business Property procedure in their office manual. Additional information is included in the Megabyte procedures manual. The department is currently reviewing and updating procedures.

**08-FS-09     BUILDING - FEE TESTING**

**Condition**

During our test of cash receipts, we noted one receipt for which the fee collected was not on the fee schedule.

**Cause**

The County fee schedule did not include all authorized fees.

**Criteria**

All fees collected should be in accordance with an approved fee schedule.

**Effect of Condition**

The fee collected was not in accordance with the approved fee schedule.

**Recommendation**

We recommend that the fee schedule be reviewed and updated as necessary.

**Corrective Action Plan**

The Building department will amend their fee schedule in January 2009 to include a fee for "Permit Listings".

**COUNTY OF PLUMAS, CALIFORNIA  
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**08-FS-10      FAIRGROUNDS - ACCOUNTING FOR CAPITAL ASSETS**

**Condition**

The Fair has not adequately identified or tracked money that was funded by the State of California for the purchase, construction and improvement of real property.

**Cause**

Department staff was not aware of the requirement to separately identify State funds used to acquire or improve real property.

**Criteria**

California Government Code Section 25902 requires all fairs receiving State funds used to acquire or improve real property to account for these funds separately, since a portion of these funds would be returned to the State if the fairgrounds were sold.

**Effect of Condition**

The Fair is not in compliance with California Government Code Section 25902.

**Recommendation**

We recommend that the Fair design a system that monitors and tracks all current year and prior year expenditures for capital improvements to the fairgrounds that were funded by the State of California.

**Corrective Action Plan**

The Fair has had department head turnover in the past few years that has impacted oversight and impaired the implementation of some procedures that would insure proper reporting and control. Two members of the Board of Supervisor's have been assigned to the Fair.

**08-FS-11      FAIRGROUNDS - ADMISSION REVENUE**

**Condition**

We noted that the Fair did not maintain source documents such as ticket manifests and remaining ticket inventories in order to verify ticket sales and admission revenue.

**Cause**

There are no internal control procedures in place to ensure that proper source documentation is maintained.

**Criteria**

Good internal control requires that proper source documentation be maintained for ticket manifests and remaining ticket inventory.

**Effect of Condition**

Due to lack of source documentation the amount of tickets sold and on hand could not be determined.

**Recommendation**

We recommend that the Fair improve its internal control over admission revenue by ensuring all source documents, such as ticket manifests and remaining ticket inventories are retained for audit purposes.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
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**08-FS-11      FAIRGROUNDS - ADMISSION REVENUE (CONTINUED)**

**Corrective Action Plan**

The Fair has had department head turnover in the past few years that has impacted oversight and impaired the implementation of some procedures that would insure proper reporting and control. Two members of the Board of Supervisor's have been assigned to the Fair.

**08-FS-12      JAIL - RECONCILIATION OF TRUST ACCOUNTS**

**Condition**

At the time of our fieldwork, we noted that although the inflow and outflows of the DOJ Livescan Trust was being reconciled on a monthly basis, the actual amounts held at month end were not reconciled to a detail listing of open trust items.

**Cause**

The department does not have a detail listing of open trust items to reconcile to the actual amounts held in the trust accounts.

**Criteria**

Good internal control over monies held in trust requires that the account balance be reconciled to a detail listing of open trust items.

**Effect of Condition**

The risk of errors and/or irregularities occurring and not being detected is increased when trust accounts are not reconciled to a detail listing of open trust items.

**Recommendation**

We recommend that the DOJ Livescan Trust account be reconciled to a detail listing of open trust items at the end of each month.

**Corrective Action Plan**

The live scan trust has been reconciled; a new system has been implemented to track deposits and payments in order to prevent future errors.

**08-FS-13      PUBLIC GUARDIAN - TRUST ACCOUNT**

**Condition**

During our audit we noted that the department pools the majority (84%) of conservatee cash in one cash account on the County General Ledger on Fund 5018.

**Cause**

The department does not account for each conservatee's cash separately in Fund 5018 on the County general ledger.

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
CURRENT YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

**08-FS-13     PUBLIC GUARDIAN - TRUST ACCOUNT (CONTINUED)**

**Criteria**

To facilitate reconciliation of individual conservatee cash accounts and reduce the amount of additional work done by department staff for items that can be automatically done by the County general ledger software when cash conservatee's cash balance is recorded in their own general ledger account.

**Effect of Condition**

When individual conservatee accounts are not accounted for separately the possibility of errors or irregularities occurring and not being detected timely is increased.

**Recommendation**

We recommend that the department separately account for each conservatee's cash on the County general ledger and no longer use the 10100 cash account to account for multiple conservatees.

**Corrective Action Plan**

Cash account 10100 has been closed and the department has set up separate cash accounts for all clients. All accounts are being properly balanced and maintained by the department and any out of balance issues are immediately resolved.

**08-FS-14     SHERIFF - INMATE MONIES**

**Condition**

At the time of our fieldwork, we noted that although the Inmate Trust bank account was being reconciled to the bank activity on a monthly basis the balance held in the account was not being reconciled to the check register balance.

**Cause**

The department does not maintain a check register account balance.

**Criteria**

Good internal control over monies held for inmates requires that the account balance be reconciled to the check register balance.

**Effect of Condition**

The risk of errors and/or irregularities occurring and not being detected is increased when monies held in the Inmate Trust bank account are not reconciled to the check register balance.

**Recommendation**

We recommend that the Inmate Trust bank account be properly accounted for and the balance be reconciled to the check register balance on a monthly basis.

**Corrective Action Plan**

The Jail commander has made the necessary changes to the inmate bank account. Commander Gosalves has purchased a check register which will allow her to maintain a more accurate record of the inmate monies and reconcile with the bank monthly which will reduce the chance of error or irregularities with tracking inmate funds.

**COUNTY OF PLUMAS, CALIFORNIA**  
**MANAGEMENT REPORT**  
**STATUS OF PRIOR YEAR FINDINGS - FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

<u>Audit Reference</u>	<u>Status of Prior Year Audit Finding</u>
07-01	<p>ASSESSOR - PROPOSITION 8 REVIEWS</p> <p><b>Recommendation</b></p> <p>We recommend that all Proposition 8 properties be reviewed on an annual basis.</p> <p><b>Status</b></p> <p>Implemented</p>
07-02	<p>ASSESSOR - BUSINESS PROPERTY</p> <p><b>Recommendation</b></p> <p>We recommend that the department budget time to develop, implement, and maintain written policies and procedures for the business property division.</p> <p><b>Status</b></p> <p>Not Implemented</p>
07-03	<p>UNDER-FUNDING OF WORKERS COMPENSATION INTERNAL SERVICE FUND</p> <p><b>Recommendation</b></p> <p>We recommend the County take appropriate action to ensure adequate reserves and appropriate allocation of costs.</p> <p><b>Status</b></p> <p>In Progress</p>
07-04	<p>PAYROLL WITHHOLDING</p> <p><b>Recommendation</b></p> <p>We recommend that the SDI rate be set in accordance with the State approved rate.</p> <p><b>Status</b></p> <p>Implemented</p>
07-05	<p>DRUG &amp; ALCOHOL - RESTRICTIVE ENDORSEMENTS</p> <p><b>Recommendation</b></p> <p>We recommend that all checks be restrictively endorsed when received.</p> <p><b>Status</b></p> <p>Implemented</p>

**COUNTY OF PLUMAS, CALIFORNIA**  
**MANAGEMENT REPORT**  
**STATUS OF PRIOR YEAR FINDINGS - FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

<u>Audit Reference</u>	<u>Status of Prior Year Audit Finding</u>
07-06	<p><b>FAIRGROUNDS - STATEMENT OF OPERATIONS</b></p> <p><b>Recommendation</b></p> <p>We recommend that the Fair comply with Food and Agriculture Code Section 4505 and prepare a Statement of Operations at the end of each fiscal year and submit it on or before the first day of September each year.</p> <p><b>Status</b></p> <p>Implemented</p>
07-07	<p><b>FAIRGROUNDS - ACCOUNTING FOR CAPITAL ASSETS</b></p> <p><b>Recommendation</b></p> <p>We recommend that the Fair design a system that monitors and tracks all current year and prior year funds that were received from Fairs and Expositions and the California Construction Authority and spent on improvements to the fairgrounds.</p> <p><b>Status</b></p> <p>Not Implemented</p>
07-08	<p><b>FAIRGROUNDS - ADMISSION REVENUE</b></p> <p><b>Recommendation</b></p> <p>We recommend that the Fair improve its internal control over admission revenue by ensuring all source documents, such as ticket manifests and remaining ticket inventories are retained for audit purposes.</p> <p><b>Status</b></p> <p>Not Implemented</p>
07-09	<p><b>FAIRGROUNDS - BANK RECONCILIATION</b></p> <p><b>Recommendation</b></p> <p>We recommend that all bank accounts be reconciled to the County general ledger and all collections be deposited to the County Treasury in a timely manner.</p> <p><b>Status</b></p> <p>Implemented</p>
07-10	<p><b>FAIRGROUNDS - CASH ON HAND</b></p> <p><b>Recommendation</b></p> <p>We recommend that collections be reconciled to the receipts issued and all differences resolved.</p> <p><b>Status</b></p> <p>Implemented</p>

**COUNTY OF PLUMAS, CALIFORNIA  
MANAGEMENT REPORT  
STATUS OF PRIOR YEAR FINDINGS - FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2008**

<u>Audit Reference</u>	<u>Status of Prior Year Audit Finding</u>
07-11	<p>PUBLIC GUARDIAN - TRUST FUND 5018</p> <p><b>Recommendation</b></p> <p>We recommend that the department reconcile the Public Guardian Trust on a monthly basis.</p> <p><b>Status</b></p> <p>Implemented</p>
07-12	<p>GASB 43 AND 45</p> <p><b>Recommendation</b></p> <p>We recommend that the County develop a plan to ensure timely implementation of GASB 43 and 45.</p> <p><b>Status</b></p> <p>Implemented</p>
07-13	<p>CAPITAL ASSETS</p> <p><b>Recommendation</b></p> <p>We recommend that depreciation rates and amounts taken on buildings be reviewed.</p> <p><b>Status</b></p> <p>Implemented</p>